

# Farm Service Agency

**April 2011** 

# Orleans County News

# Farm Service Agency

59 Waterfront Plaza, Ste 11 Newport, VT 05855-4877

334-6090-**Phone** 1-866-241-2190 **Toll Free Phone** 334-1365**-Fax** 

#### Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

#### **County Committee**

Doug Lawson; Chair Donna Hammond; Vice Chair Andrew DelaBruere, Member

COC meets 1st Wednesday of each month.

#### **NRCS District**

Dayna Cole, Dist Mgr X18
dayna.cole@vt.nacdnet.net
Sarah Damsell, ARS X20
Dee Nault
Paul Daniels, Chair
Bill Lawson, Vice Chair
Richard Delfavero, Treasurer
William Ryan
Stephanie Mason

#### **NRCS Staff**

David Blodgett, DC X25

David.blodgett@vt.usda.gov

David Gauvin, CET X23

Brenda MacDonald-Kuper, SC X21

Marybeth Whitten, SC X22

Linere Silloway, PA X24

#### Loan Staff

Brian Kuper, FLM X14
Brian.kuper@vt.usda.gov
Dorcas McAllister, FLO X15
Meghan DuBois, FLO X17
Angela Goodridge, FLOT X12
Ryan Howrigan, FLOT X19
Cheryl Smith, PT X13

## **Program Staff**

William Putnam, CED X28 William.putnam@vt.usda.gov Laurie Locke, PT X16 Brock Columbia, PT X26



United States Department of Agriculture

# Farm Record Cha<u>nges</u>

June 1, 2011 is the deadline to provide changes to your farm records at the local FSA office for the 2011 crop year. If you are changing your operation entity type, adding or dropping cropland or farms, or adding entities to your operation, contact the FSA county office by June 1.

# 2010 NAP Production Reports Due

If you purchased a \$250 per crop NAP policy for the 2010 crop year, you are required to submit a harvested 2010 forage inventory report as soon as possible.

#### 2011 DCP Signup

Enrollment for the 2011 Direct and Counter-cyclical Program (DCP) will continue through June 1, 2011. USDA urges producers to make use of the eDCP automated website to sign up, or producers can visit any USDA Service Center to complete their 2011 DCP contract.

USDA computes DCP payments using base acres and payment yields established for each farm. Eligible producers receive direct payments at rates established by statute regardless of market prices. For 2011, eligible producers may request advanced direct payments based on 22 percent of the direct payment.

For more information on this or other FSA programs, contact the nearest FSA office.

#### Acreage Certification

Time is nearing for producers to certify their 2011 acreage. Filing an accurate acreage report for all crops and land uses, including failed acreage and prevented planting acreage, can prevent the loss of benefits for a variety of programs.

Failed acreage must be reported within 15 days of the disaster event and before disposition of the crop. Prevented planting must be reported no later than 15 days after the final planting date.

Acreage reports are required for many Farm Service Agency programs. For crops enrolled in programs other than NAP (Noninsured Crop Disaster Assistance Program), acreage reports are to be certified by the June 30<sup>th</sup> deadline on small grains and a July 15<sup>th</sup> deadline on hay.

#### Beginning and Limited Resource Loans

FSA has a program to assist beginning farmers and/or members of socially disadvantaged groups to finance agricultural enterprises. Under these designated farm loan programs, FSA can provide financing to eligible applicants through either direct or guaranteed loans. FSA defines a beginning farmer as a person who:

- Has operated a farm for not more that 10 years
- Will materially and substantially participate in the operation of the farm
- Agrees to participate in a loan assessment, borrower training and financial management program sponsored by FSA
- Does not own a farm in excess of 30 percent of the county's median size.

Each member of an entity must meet the eligibility requirements. Loan approval is not guaranteed.

Additional program information is available at the local USDA Service Center or visit <a href="https://www.fsa.usda.gov">www.fsa.usda.gov</a>

#### Vermont Engine Block Heater Timer Pro-

gram What is this program? Efficiency Vermont and EnSave have teamed up to promote the use of timers for engine block heaters used on farm vehicles during the winter months. Participating Vermont agriculture producers can receive up to four free engine block heater timers. Please call 800-732-1399 with any questions.

## Conservation Loan Program

The Conservation Loan (CL) program provides farmers with the funding necessary to implement conservation measures on their land. The available limit for a direct CL is \$300,000, and the limit for a guaranteed CL is \$1,119,000.

The Natural Resources Conservation Service (NRCS) will work with applicants to develop a conservation plan containing approved conservation practices, such as water conservation structures, forest cover, permanent pastures, manure digesters and other installations.

For more information on a potential Conservation Loan, call your local FSA office and make an appointment with a loan officer.

### **Cold Storage Facility Loans**

The Farm Storage Facility Loan program allows producers to build cold storage facilities to store their fresh fruits and vegetables. To be eligible, cold storage facilities must have a useful life of 15 years and include:

- New structures suitable for a cold storage facility;
- New walk-in, prefabricated, permanently-installed coolers suitable for storing fresh fruits and vegetables;
- New permanently affixed cooling, circulating and monitoring equipment;
- Electrical equipment integral to the proper operation of a cold storage facility;
- An addition or modification to an existing storage facility.

USDA will not make cold storage facility loans for portable structures, portable handling and cooling equipment, used or pre-owned structures, cooling equipment or structures deemed unsuitable.

The maximum loan amount for a Farm Storage Facility loan is \$500,000 per loan, which requires a down payment of at least 15 percent. Applications must be approved before construction can begin. Loan terms of seven, 10 or 12 years are available depending on the amount of the loan.

FSFL program regulations have recently been changed and now allow for hay crop forage structures.

For more information on this program or other FSA farm programs please contact the local FSA county office or visit <a href="http://www.fsa.usda.gov">http://www.fsa.usda.gov</a>.

# Join USDA and FSA in celebrating Earth Day 2011

April 22 marks Earth Day 2011. In recognition of the power of millions of individual actions, Earth Day 2011 will be organized around "A Billion Acts of Green®": Personal, organizational and corporate pledges to live and act sustainably. The first Earth Day was celebrated on April 22, 1970. The passage of the landmark Clean Air Act, Clean Water Act, Endangered Species Act and many other groundbreaking environmental laws soon followed. The Earth Day Network (EDN) works with over 22,000 partners in 192 countries and more than 1 billion people now participate in Earth Day activities each year, making it the largest civic observance in the world.

For more information about Earth Day, visit www.earthday.org



PRST STD U.S. Postage PAID Newport, VT PERMIT # 16

#### RETURN SERVICE REQUESTED



The U.S. Department of Agriculture (USDA) prohibits discrimination in all its program and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

Conservation Reserve Enhancement Program - Farmers are able to take advantage of the Conservation Reserve Enhancement Program (CREP) by signing up under continuous sign up provisions. CREP will reimburse farmers for retiring cropland or pastureland adjacent to streams, ponds and rivers by establishing buffers and similar conservation practices. Program participants will receive annual rental payments, cost-share assistance, and other financial incentives for 10, 15 or 30 year contracts for installing and maintaining forested riparian buffers or grass filter strips. The buffers and filter strips are narrow in width so contract acreage is minimal, BUT, payments are substantial to provide an attractive incentive. CRP annual rental payments vary from \$60/ac to \$130/ac and are doubled with the CREP program. In addition, sign up bonuses vary from \$100/ac to \$2055/ac. For more information about CREP call 334-6090 or stop by the FSA office.

#### Hispanic and Women Farmers

A process to resolve the claims of Hispanic and women farmers and ranchers who believe they were discriminated against when seeking USDA farm loans is being established.

If you believe that the United States Department of Agriculture (USDA) improperly denied farm loan benefits to you between 1981 and 2000 because you are Hispanic, or because you are female, you may be eligible to apply for compensation.

For additional information on this and other settlement issues contact:

- Hispanic and Women Farmer Claims Process, please visit: <a href="www.farmerclaims.gov">www.farmerclaims.gov</a> or call 1-888-508-4429;
- Pigford The Black Farmers Discrimination Litigation, please visit: <a href="www.blackfarmercase.com">www.blackfarmercase.com</a> or call 1-866-950-5547:
- Keepseagle The Native American Farmers Class Action Settlement please visit: <a href="www.IndianFarmClass.com">www.IndianFarmClass.com</a> or call 1-888-233-5506.

# **Direct and Guaranteed Loans**

The Farm Service Agency is committed to providing family farmers with loans to meet their farm credit needs. If you are having trouble getting the credit you need for your farm, or regularly borrow from FSA, direct and guaranteed loans are currently available. Farm ownership loans or farm operating loans may be obtained as direct loans for a maximum of up to \$300,000. Guaranteed loans can reach a maximum indebtedness of \$1,119,000. Producers are encouraged to apply early so a loan can be processed in a timely manner. FSA employees will help you complete the necessary application and other forms, and help you understand what information is required, where to find it or who to contact to get it. To find out more about FSA loan programs, contact the county office staff.

# **Adjusted Gross Income**

USDA and the Internal Revenue Service have established an electronic information exchange process for verifying compliance with the adjusted gross income (AGI) provisions for farm programs. Written consent is required from each producer or payment recipient for the tax review process. No actual tax data will be included in the report that IRS sends to FSA.

This ensures that payments are not issued to producers whose AGI exceeds certain limits. The limits set in the 2008 Farm Bill are \$500,000 nonfarm average AGI for commodity and disaster programs; \$750,000 farm average AGI for direct payments; and \$1 million nonfarm average AGI for conservation programs.

Participants in CCC programs subject to average AGI rules must submit form CCC-927 (Individual) and/or CCC-928 (Legal Entity) to the Internal Revenue Service by June 15 to avoid interruption of program benefits. These forms may be obtained from local FSA and NRCS offices or online at: <a href="http://forms.sc.egov.usda.gov/eforms/mainservlet">http://forms.sc.egov.usda.gov/eforms/mainservlet</a>.

#### **ACRE**

The optional ACRE program provides a safety net based on state revenue losses and acts in place of the price-based safety net of counter-cyclical payments under DCP. The June 1, 2011, signup deadline is mandatory for all participants. USDA will not accept any late-filed applications.

A farm's payment is based on a revenue guarantee calculated using a five year average state yield and the most recent two year national price for each eligible commodity.

An ACRE payment is issued when both the state and the farm have incurred a revenue loss. The total number of planted acres for which a producer may receive ACRE payments may not exceed the total base on the farm. For participating in ACRE, in addition to not receiving counter-cyclical payments, a farm's direct payment is reduced by 20 percent, and marketing loan rates are reduced by 30 percent.